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United States Department of Agriculture
Agricultural Marketing Service
Milk Marketing Orders Division

JUL - 9 1965
U. S. DEPT. OF AGRICULTURE
NATIONAL AGRICULTURAL MARKETING SERVICE

FORT WAYNE MARKET NEWS

JUL - 9 1965

1122 South Harrison Street
Fort Wayne, Indiana 46802
Phone: 742 - 7401

Federal Milk Order No. 47

Issued for Information of Producers
Who Are Not Members of Cooperative Associations

Vol. VIII No. 8

August 1964

JULY UNIFORM PRICE \$3.93

Dairy farmers who delivered Grade "A" milk to handlers subject to the Fort Wayne milk order in July 1964, will receive a minimum uniform price of \$3.93 per hundredweight for milk testing 3.5%. A butterfat differential of 7.0 cents for each one tenth of one percent that individual tests vary above or below the 3.5% standard will be used. This minimum price is subject to a 4 cent per hundredweight marketing service deduction and authorized hauling charges. The computation of the minimum blend price is shown on page 5 and the class prices on page 4.

The \$3.93 price for July 1964, is 39 cents above the June 1964 price, and 2 cents above the July 1963 price.

PRODUCER RECEIPTS AND UTILIZATION

Approved producers shipped 22,044,856 pounds of milk to the Fort Wayne market during July 1964, of which 14,967,752 pounds or 67.9% was utilized in Class I by 14 pool handlers. Production was down 4.2% from June 1964. Class I utilization of producer milk was up 1.4% from June 1964.

AUGUST CLASS I PRICE \$4.32

\$1.20 was added to the July basic formula price of \$3.12 (Wisconsin-Minnesota Series) to establish the Fort Wayne Class I price for August. This price of \$4.32 is one cent more than the July Class I price.

AMENDED ORDER ISSUED BY USDA

Amended orders relating to the marketing of milk in each of 76 marketing areas, from sources not fully regulated under the respective orders, were issued by the U. S. Department of Agriculture on July 22, 1964. These amended orders became effective August 1, 1964 after being approved by two-thirds of the producers shipping to the individual markets during February, 1964.

RECOMMENDED DECISION ON THE PRODUCER MILK DEFINITION IN THE FORT WAYNE ORDER

A proposal by the Wayne Cooperative Milk Producers to amend §1047.14 of the Fort Wayne Order, in regard to the definition of "producer milk", was the subject of a Recommended Decision issued by the USDA on August 10, 1964.

70% OF PRODUCERS USING BULK MILK COOLING TANK IN JANUARY, 1964

In January 1964, producers who used bulk milk cooling tanks represented nearly 70 percent of all producers who delivered milk to handlers regulated under 82 Federal milk marketing orders. These producers delivered nearly twice as much milk per producer as did those who shipped in cans, and they supplied 81.1% of the total amount of milk received from producers in these markets. Daily deliveries of milk per producer from those using bulk tanks average 993 pounds, while can shippers averaged only 523 pounds per day per producer. In the Fort Wayne market 77.8% of the milk pooled in January, 1964 was from bulk tank shippers. Average daily deliveries in this market from bulk tanks was 941 pounds compared with 552 pounds from can shippers. (Source: Bulk Cooling Tanks on Farms - AMS 261-1964)

FORT WAYNE MILK MARKET NEWS

UTILIZATION AND CLASSIFICATION OF ALL MILK RECEIPTS

<u>CLASS I MILK</u>	<u>July 1964</u> <u>Reported</u>		<u>July 1963</u> <u>Reported</u>	
	<u>Milk Pounds</u>	<u>BF Pounds</u>	<u>Milk Pounds</u>	<u>BF Pounds</u>
Fluid Milk	12,487,227	434,995	11,861,238	413,918
Regular Skim Milk	261,030	1,368	259,978	1,312
2% Skim Milk	1,699,108	34,654	1,207,446	24,619
Buttermilk	147,347	1,409	135,788	1,277
Flavored Milk/Drink	390,432	9,904	312,931	7,927
Cream Mixtures	196,308	24,155	180,655	21,992
Light Cream	6,925	1,415	20,118	3,465
Heavy Cream	17,255	3,957	16,352	5,621
Sour Cream	35,113	6,480	23,834	4,360
Sub Totals	15,240,745	520,337	14,018,340	484,491
Plus Unaccounted For	6,845	717	15,252	1,434
Gross Total Class I Milk	15,247,590	521,054	14,083,592	485,925
Less Other Source Receipts	279,838	12,882	250,630	11,609
Less Overages	-0-	-0-	576	-0-
Less Beginning Inventory	-0-	-0-	37,623	-0-
<u>CLASS I PRODUCER MILK IN POOL</u>	<u>14,967,752</u>	<u>508,172</u>	<u>13,744,763</u>	<u>474,316</u>
<u>CLASS II MILK</u>				
Class II Production	1,940,832	41,032	1,616,923	38,478
Sales to Nonpool Plants	5,021,836	218,243	4,677,959	190,748
Ending Inventory	1,547,425	55,961	1,459,081	57,376
Dumped or Livestock Feed	134,455	1,161	88,780	715
Class II Shrinkage	121,366	4,848	122,276	7,117
Gross Total Class II Milk	8,765,914	321,245	7,965,019	294,434
Less Other Source Receipts	67,083	1,615	65,914	2,040
Less Overages	16,332	469	16,709	335
Less Beginning Inventory	1,605,395	57,691	1,454,699	55,976
<u>CLASS II PRODUCER MILK IN POOL</u>	<u>7,077,104</u>	<u>261,470</u>	<u>6,427,697</u>	<u>236,083</u>
<u>TOTAL PRODUCER MILK IN BOTH CLASSES</u>	<u>22,044,856</u>	<u>769,642</u>	<u>20,172,460</u>	<u>710,399</u>

MISCELLANEOUS INFORMATION

	<u>July</u> <u>1964</u>	<u>July</u> <u>1963</u>	<u>July</u> <u>1962</u>
Daily Class I Milk (Lbs.)	491,858	452,697	377,393
Current Month Compared With:		+ 8.7%	+ 30.3%
Production per Farm per Day	806	739	635
Current Month Compared With:		+ 9.1%	+ 26.9%
Gross Class I Milk to Producer Milk	69.17%	69.6%	77.1%
Pool Value of Producer Milk	\$864,280	\$789,931	\$601,445
Value of Producer Milk per Farm	\$ 980	\$ 897	\$ 781
Butter-Skim Powder Price	\$ 3.02	\$ 3.01	\$ 2.95
Wisconsin-Minnesota Plant Average	\$ 3.12	\$ 3.09	\$ 3.03

RECEIPTS AND CLASSIFICATION OF PRODUCER MILK
(By Months and Monthly Averages)

Month or Year	CLASS I			CLASS II			PRODUCER RECEIPTS (100%)			
	Product Pounds	Per- cent	Ave. Test	Product Pounds	Per- cent	Ave. Test	Product Pounds	Ave. Test	No. of Producers	
1958	5,432,954	60.3	3.69	3,583,075	39.7	4.01	9,016,029	3.78	877	
1959	5,400,857	61.9	3.65	3,327,343	38.1	4.00	8,728,200	3.74	821	
1960	5,906,158	63.3	3.63	3,420,711	36.7	4.10	9,326,869	3.80	817	
1961	9,890,439	71.4	3.57	3,953,396	28.6	4.19	13,843,835	3.75	893	
<u>1962</u>										
Jan.	12,967,846	81.7	3.56	2,903,760	18.3	5.95	15,871,606	4.00	855	
Feb.	11,727,645	82.2	3.60	3,544,941	17.8	5.40	14,272,586	3.92	819	
Mar.	13,528,647	81.8	3.58	3,005,482	18.2	5.23	16,534,129	3.88	824	
Apr.	12,049,134	75.7	3.54	3,858,571	24.3	4.60	15,907,705	3.80	765	
May	12,509,132	68.8	3.50	5,677,878	31.2	4.08	18,187,010	3.68	775	
Jun.	11,790,924	71.5	3.52	4,689,249	28.5	3.69	16,480,173	3.57	767	
Jul.	11,679,887	77.0	3.49	2,484,840	23.0	3.83	15,164,727	3.57	770	
Aug.	12,481,221	84.5	3.46	2,289,735	15.5	4.09	14,770,956	3.56	782	
Sep.	12,855,089	83.8	3.45	2,493,284	16.2	4.48	15,348,373	3.62	836	
Oct.	13,875,255	81.9	3.48	3,076,464	18.1	4.94	16,951,719	3.75	837	
Nov.	13,690,606	80.8	3.52	3,252,253	19.2	5.51	16,942,859	3.90	844	
Dec.	13,645,073	74.1	3.54	4,777,978	25.9	5.19	18,423,051	3.97	851	
Ave.	12,733,372	78.4	3.52	3,504,536	21.6	4.75	16,237,908	3.77	810	
<u>1963</u>										
Jan.	14,402,111	74.7	3.48	4,889,705	25.3	5.48	19,291,816	3.98	856	
Feb.	13,757,097	79.0	3.47	3,650,931	21.0	5.69	17,408,028	3.93	846	
Mar.	15,839,650	80.5	3.51	3,840,601	19.5	5.30	19,680,251	3.86	854	
Apr.	15,186,201	75.6	3.50	4,897,648	24.4	4.52	20,083,849	3.75	863	
May	15,156,334	65.8	3.51	7,870,710	34.2	3.80	23,027,044	3.61	872	
Jun.	12,819,856	61.0	3.51	8,208,776	39.0	3.56	21,028,632	3.53	867	
Jul.	13,744,763	68.1	3.45	6,427,697	31.9	3.67	20,172,460	3.52	881	
Aug.	14,344,322	74.6	3.51	4,881,413	25.4	3.68	19,225,735	3.55	890	
Sep.	14,360,070	78.8	3.47	3,863,174	21.2	4.27	18,223,244	3.64	896	
Oct.	15,696,736	81.7	3.44	3,527,183	18.3	5.03	19,223,919	3.73	883	
Nov.	15,472,742	79.2	3.50	4,073,713	20.8	5.20	19,546,455	3.86	891	
Dec.	15,628,927	75.1	3.49	5,178,732	24.9	5.33	20,807,659	3.95	870	
Ave.	14,700,734	74.2	3.49	5,109,190	25.8	4.63	19,809,924	3.74	872	
<u>1964</u>										
Jan.	16,406,859	75.1	3.42	5,441,486	24.9	5.34	21,848,345	3.90	863	
Feb.	15,442,679	72.1	3.49	5,970,683	27.9	4.75	21,413,362	3.84	882	
Mar.	15,769,201	68.8	3.45	7,168,352	31.2	4.67	22,937,553	3.83	867	
Apr.	15,838,904	70.5	3.41	6,632,746	29.5	4.59	22,471,650	3.76	855	
May	15,539,551	62.8	3.42	9,202,673	37.2	3.94	24,742,224	3.61	851	
Jun.	14,766,835	64.2	3.40	8,242,395	35.8	3.76	23,009,230	3.53	860	
Jul.	14,967,752	67.9	3.40	7,077,104	32.1	3.69	22,044,856	3.49	882	

ORDER NO. 47 PRICES - 3.5% BASIS
(By Months and Monthly Averages)

Month or Year	Basic Formula Price	CLASS I			CLASS II		UNIFORM		BUTTERFAT DIFFERENTIALS		
		Differ- ential	Supply Demand	Milk Price	Milk Price	Milk Price	Class I	Class II	Producer		
1958	2.965	1.16	+0.04	4.173	2.965	3.73	.076	.067	.067		
1959	3.002	1.16	+0.10	4.264	3.002	3.84	.077	.069	.069		
1960	3.046	1.16	+0.12	4.325	3.046	3.88	.077	.068	.068		
1961	3.16	1.18	---	4.34	3.16	4.00	.077	.070	.073		
1962											
Jan.	3.22	1.20	---	4.42	3.21	4.19	.076	.070	.074		
Feb.	3.21	1.20	---	4.41	3.21	4.20	.076	.070	.075		
Mar.	3.29	1.20	---	4.49	3.20	4.24	.076	.070	.075		
Apr.	3.21	1.20	---	4.41	3.02	3.70*	.076	.067	.073		
May	3.05	1.20	---	4.25	2.97	3.51*	.072	.067	.070		
Jun.	3.01	1.20	---	4.21	2.95	3.52*	.072	.067	.071		
Jul.	3.01	1.20	---	4.21	2.95	3.92	.072	.067	.071		
Aug.	3.03	1.20	---	4.23	3.04	4.04	.072	.067	.071		
Sep.	3.04	1.20	---	4.24	3.06	4.43*	.072	.067	.071		
Oct.	3.06	1.20	---	4.26	3.06	4.38*	.073	.067	.072		
Nov.	3.07	1.20	---	4.27	3.09	4.38*	.072	.067	.071		
Dec.	3.10	1.20	---	4.30	3.09	3.98	.072	.067	.070		
Ave.	3.11	1.20	---	4.31	3.07	4.04	.073	.068	.072		
1963											
Jan.	3.11	1.20	---	4.31	3.10	3.99	.072	.067	.070		
Feb.	3.10	1.20	---	4.30	3.10	4.04	.072	.067	.070		
Mar.	3.10	1.20	---	4.30	3.09	4.05	.072	.067	.071		
Apr.	3.09	1.20	---	4.29	3.08	3.64*	.072	.067	.071		
May	3.08	1.20	---	4.28	3.07	3.52*	.072	.067	.070		
Jun.	3.07	1.20	---	4.27	3.08	3.46*	.072	.067	.070		
Jul.	3.08	1.20	---	4.28	3.09	3.91	.072	.067	.070		
Aug.	3.09	1.20	---	4.29	3.10	4.00	.072	.067	.071		
Sep.	3.10	1.20	---	4.30	3.12	4.46*	.072	.069	.071		
Oct.	3.12	1.20	---	4.32	3.14	4.47*	.075	.067	.073		
Nov.	3.15	1.20	---	4.35	3.13	4.47*	.073	.067	.071		
Dec.	3.16	1.20	---	4.36	3.13	4.03	.073	.067	.071		
Ave.	3.10	1.20	---	4.30	3.10	4.00	.072	.067	.071		
1964											
Jan.	3.16	1.20	---	4.36	3.13	4.04	.073	.067	.071		
Feb.	3.17	1.20	---	4.37	3.13	4.02	.072	.067	.070		
Mar.	3.16	1.20	---	4.36	3.13	3.96	.072	.067	.070		
Apr.	3.15	1.20	---	4.35	3.12	3.63*	.072	.067	.070		
May	3.12	1.20	---	4.32	3.12	3.52*	.072	.067	.070		
Jun.	3.12	1.20	---	4.32	3.11	3.54*	.072	.067	.070		
Jul.	3.11	1.20	---	4.31	3.12	3.93	.072	.067	.070		
Aug.	3.12	1.20	---	4.32			.072				

Agricultural Marketing Service
Milk Marketing Orders Division
Federal Order No. 47

1122 South Harrison Street
Fort Wayne, Indiana 46802
Phone: 742 - 7401

COMPUTATION OF UNIFORM PRICE
(Based on reports of 14 Handlers)
July 1964

	<u>Milk</u> <u>Pounds</u>	<u>Average</u> <u>Test</u>	<u>Class Prices</u> <u>at Test</u>	<u>Total Value</u>	<u>% of</u> <u>Pounds</u>
Class I	14,967,752	3.3951	\$4.23448	\$633,806.60	67.90%
Class II	7,077,104	3.6945	3.25038	230,032.46	32.10
Total	22,044,856			\$863,839.06	100.00%
Add: Value of Overage				440.80	
Add: Value of Other Source Assessments				.00	
Add: Value of Inventory Reclassified				.00	
Pool Value of Producer Milk				\$864,279.86	
Add: Butterfat Adjustment to 3.5%				1,349.57	Rate
Add: 1/2 Cash Balance in Producer Settlement Fund				11,123.78	Per Cwt.
Adjusted Pool Value				\$876,753.21	\$3.977132
Less: Producer Settlement Fund Reserve				10,390.37	.047132
ANNOUNCED UNIFORM PRICE FOR 3.5% MILK				\$866,362.84	\$3.93

COMPUTATION OF PRODUCER BUTTERFAT DIFFERENTIAL

	<u>Butterfat</u>	<u>Differentials</u>	<u>Weighted Amount</u>
Class I	508,172	\$0.072	\$36,588.38
Class II	261,470	0.067	17,518.49
Total	769,642	\$0.070	\$54,106.87

The announced uniform price (f.o.b. pool plants at which no location adjustments are applicable) of \$3.93 for 3.5% milk is subject to adjustment by the producer butterfat differential of \$0.070 for each 1/10 percent of butterfat over or under 3.5%. This price is also subject to the applicable marketing service deduction and authorized hauling charges.

MINIMUM PRODUCER PRICES AT BUTTERFAT TEST FOR JULY 1964

<u>Test</u>	<u>Price</u>	<u>Test</u>	<u>Price</u>	<u>Test</u>	<u>Price</u>	<u>Test</u>	<u>Price</u>
3.25	\$3.755	3.70	\$4.070	4.15	\$4.385	4.60	\$4.700
3.30	3.790	3.75	4.105	4.20	4.420	4.65	4.735
3.35	3.825	3.80	4.140	4.25	4.455	4.70	4.770
3.40	3.860	3.85	4.175	4.30	4.490	4.75	4.805
3.45	3.895	3.90	4.210	4.35	4.525	4.80	4.840
3.50	3.93	3.95	4.245	4.40	4.560	4.85	4.875
3.55	3.965	4.00	4.280	4.45	4.595	4.90	4.910
3.60	4.000	4.05	4.315	4.50	4.630	4.95	4.945
3.65	4.035	4.10	4.350	4.55	4.665	5.00	4.980

R. J. Connolly
Market Administrator

Date Announced:
August 11, 1964

